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FISCAL IMPACT STATEMENT

LS 6949

BILL NUMBER: SB 617

NOTE PREPARED: Jan 8, 2013

BILL AMENDED:

SUBJECT: Property tax exemptions.

FIRST AUTHOR: Sen. Breaux

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill provides that in the case of a nonprofit corporation that: (1) owns multiple parcels of real property in Marion County that are owned, occupied, and used for educational, literary, scientific, religious, or charitable purposes; and (2) failed to timely file a property tax exemption application for one of those parcels for the March 1, 2011, assessment date; the nonprofit corporation is not required to pay any property taxes, penalties, or interest with respect to the parcel for the March 1, 2011, and March 1, 2012, assessment dates if the taxpayer submits an exemption application for the parcel before September 1, 2013, and demonstrates that the parcel would have qualified for an exemption if an exemption application had been filed in a timely manner.

Effective Date: January 1, 2011 (retroactive).

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: Under this provision, owners of real and personal property located at certain Marion County addresses would receive an exemption from property tax for taxes payable in 2012 and 2013 if:

- 1) The owner owns multiple parcels of real property in Marion County that are used for educational, literary, scientific, religious, or charitable purposes;
- 2) The owner would have qualified for the exemption if it had been timely filed; and

3) The owner files an exemption application before September 1, 2013.

Under this provision, the exemption would apply retroactively and the 2012 tax bill would be cancelled.

One taxpayer has been identified as qualifying for an exemption under this provision. The taxes billed for 2012 amount to approximately \$59,535. For 2012, the local taxing units and school corporation located in the affected taxing district would forego receipt of their share of the amount due. For 2013, the tax burden would be shifted to all other taxpayers in the affected taxing district.

State Agencies Affected:

Local Agencies Affected: Local Taxing Units in the affected district.

Information Sources: OFMA Property Tax Database.

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